

CENTRAL LIQUIDITY FACILITY (CLF)



PRELIMINARY & UNAUDITED FINANCIAL HIGHLIGHTS

August 31, 2017

A handwritten signature in blue ink, which appears to read "J. Owen Cole, Jr.", is positioned above the printed name.

J. OWEN COLE, JR.
CLF PRESIDENT

**NATIONAL CREDIT UNION ADMINISTRATION
CENTRAL LIQUIDITY FACILITY**

MANAGEMENT OVERVIEW

August 31, 2017

Balance Sheet

Assets: Interest receivable consists of investments in U.S. Treasury securities.

Current Liabilities: Dividend expenses for Regular members were \$217 thousand in August 2017.

Equity: As of August 31, 2017, year-to-date net income of \$765 thousand has been reserved for retained earnings.

Statements of Revenues, Expenses, and Changes in Fund Balance

Investment Income: Investment earnings for the month totaled \$347 thousand or current month's average yield of 1.4%. This is consistent with prior month's average yield.

Expense: Operating expenses for the month were \$56 thousand.

Net Income: Net income before dividends was \$291 thousand for the month which is similar to last month.

Borrowing Authority, Investment Activity, Membership and Loans

Borrowing Authority: As of August 31, 2017 and August 31, 2016, CLF's statutory borrowing authority were \$6.6 billion and \$6.1 billion, respectively.

Investment Purchases: \$6,000,000.

Maturities of Treasury Notes: \$6,500,000.

Outstanding Investments (Treasury securities listed at carrying amount): U.S. Treasury Notes \$279,483,060 and U.S. Treasury Cash \$11,088,056.

Regular Membership: 269.

Loans: \$0, Borrowing Activity: \$0.

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

BALANCE SHEETS

As of August 31, 2017 and 2016

(Dollars in thousands)

	<u>August 2017</u>	<u>August 2016</u>
ASSETS		
Cash and Cash Equivalents	\$ 12,269	\$ 7,165
Investments, Net U.S. Treasury Securities	279,483	264,203
Accrued Interest Receivable - Investments	829	666
TOTAL ASSETS	<u>\$ 292,581</u>	<u>\$ 272,035</u>
LIABILITIES		
Accounts Payable	\$ 155	\$ 141
Dividends Payable	434	194
Regular Member Deposits - Liquidity Reserve	1,930	1,267
TOTAL LIABILITIES	<u>2,519</u>	<u>1,602</u>
MEMBERS' EQUITY		
Capital Stock Regular Members	257,737	239,410
Retained Earnings Prior Year	31,560	29,936
Retained Earnings Current Year	765	1,087
TOTAL MEMBERS' EQUITY	<u>290,062</u>	<u>270,433</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 292,581</u>	<u>\$ 272,035</u>

The balances in the statement above are preliminary and unaudited

NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY
STATEMENTS OF OPERATIONS
For the Periods Ended August 31, 2017 and 2016
(Dollars in thousands)

	<u>August 2017</u>	<u>Year-to-Date August 2017</u>	<u>Year-to-Date August 2016</u>
REVENUES			
Investment Income	\$ 347	\$ 2,561	\$ 2,075
Total Revenues	<u>347</u>	<u>2,561</u>	<u>2,075</u>
EXPENSES			
Employee wages and benefits, net	48	379	311
Rent, communications, and utilities	2	13	7
Other	<u>6</u>	<u>56</u>	<u>48</u>
Total Operating Expenses	<u>56</u>	<u>448</u>	<u>366</u>
NET INCOME BEFORE DIVIDENDS	<u>291</u>	<u>2,113</u>	<u>1,709</u>
Dividends Accrued	<u>217</u>	<u>1,347</u>	<u>622</u>
NET INCOME	<u>\$ 74</u>	<u>\$ 765</u>	<u>\$ 1,087</u>

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NATIONAL CREDIT UNION ADMINISTRATION CENTRAL LIQUIDITY FACILITY

DIVIDENDS, RATIOS AND SHARES OUTSTANDING

DIVIDEND RATES:	<u>2017</u>	<u>2016</u>	<u>2015</u>
Dividend Rate First Quarter	0.75%	0.25%	0.25%
Dividend Rate Second Quarter	0.75%	0.50%	0.25%
Dividend Rate Third Quarter		0.50%	0.25%
Dividend Rate Fourth Quarter		0.50%	0.25%

SELECTED RATIOS:	<u>8/31/2017</u>	<u>8/31/2016</u>
Stock & Retained Earnings/Total Assets	99.14%	99.41%
Loans/Total Assets	0.00%	0.00%
Loans/Stock & Retained Earnings	0.00%	0.00%
Total Liabilities/Stock & Retained Earnings	0.86%	0.59%

OPERATIONS:	<u>8/31/2017</u>	<u>8/31/2017</u>	<u>8/31/2016</u>
	<u>Month</u>	<u>YTD</u>	<u>YTD</u>
Total Operating Expenses/Total Revenue	16.18%	17.26%	17.51%
Net Income(before Divds)/Total Revenue	83.82%	82.49%	82.38%
Loan/Total Revenue	0.00%	0.00%	0.00%

CAPITAL STOCK:

Required (\$50 par value; authorized: 10,309,469 shares; issued and outstanding: 5,154,734 shares)

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